

**GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT**

Municipal Administration and Urban Development Department – Infrastructure project sanctioned under IHSDP in respect of Bhodhan Municipality – Revised Administrative sanction for an amount of Rs.622.00 lakhs – Accorded- orders – Issued.

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**MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (UBS) DEPARTMENT**

G.O.Rt.No. 975

Dated: 18.07.2012

Read the following:

1. G.O.Rt.No.1757 M.A., dated:10.12.2008.
2. From Commissioner (Service Tax), Ministry of Finance, Department of Revenue (Central Board of Excise &Customs), GOI, New Delhi F.No.137/40/2009-CX.4, Dated:15.9.2009.
3. From ENC (PH), Hyderabad Lr.No. 150/T7/4/IHSDP/2008-09,, Dated: 26.5.2012.
4. The MD, APUFIDC Ltd., Hyderabad Lr.No.12951/APUFIDC /IHSDP/Infra /Rel/2009, dated:12.6.2012.

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**ORDER:**

In the G.O. 1<sup>st</sup> read above, orders were issued according administrative sanction to infrastructure project regarding laying of CC roads & construction of storm water drains, community halls &providing street lights sanctioned under IHSDP in respect of Bhodhan Municipality an amount of Rs.625.00 lakhs with the following method of financing:

Sl.No.	Agency	Share Amount Rs. in Lakhs
1.	Central share	500.00
2.	State share	62.50
3.	ULB	62.50
	<b>Total:</b>	<b>625.00</b>

2. The Engineer-in-Chief (Public Health), Hyderabad vide reference 3<sup>rd</sup> read above, has submitted that the estimate for the above scheme was technically sanctioned by Engineer-in-Chief (PH) Hyderabad for Rs.625.00 Lakhs ( SSR 2008-09) and registered vide Engineer-in-Chief (Public Health) R.No.150/2008-09, dt. 12-1-2009.Tenders were invited on Non- EPC Contract system and the work was awarded to the lowest bidder M/s.SSR Crest Engineer & Constructions, Hyderabad with TCV Rs. 521,48,567.31 i.e. @ (-) 2.25% less than Estimate Contract value (ECV) Rs.533,48,567.31. During execution there was variation in the quantities when compared with the sanctioned estimate and original DPR. As such revised DPR was prepared taking into consideration of the site conditions and placed before SLCC after appraisal by HUDCO.The Central Sanctioning committee (CSC) in its meeting held on 17.02.2012 has approved revised Project cost of above scheme for Rs.574.49 lakh with following method of finance:

GOI share	: Rs.459.59 lakhs
State share	: Rs.57.45 lakhs
ULB share	: Rs.57.45 lakhs
<b>TOTAL</b>	<b>: Rs.574.49 lakhs</b>

3. The Engineer-in-Chief (Public Health), Hyderabad has further submitted that the revised cost as approved by the G.O.I is without statutory provisions like VAT, Labour cess, Service Tax, etc.,. Revised estimate for the above scheme duly including the statutory provisions as admissible is worked out to Rs.622.00 lakh (including statutory provisions of Rs.47.51 lakhs). The Agency has completed the work in all respects and over all cost of the scheme is less than the original Administrative sanction Rs.625.00 lakh. Details of quantities covered in the revised DPR and that executed are as below:

S.No.	Work Component	As per Revised DPR approved by CSC	As per execution
1.	Roads & Culverts	16.186 Km	16.186 Km
2.	Storm water drains	10.475 Km	10.475
3.	Community Centres	3Nos	3Nos
4.	Street lights	145No.	145No.

4. The Engineer-in-Chief (Public Health), Hyderabad has further submitted that the executed quantities are same as per the revised DPR and over all cost of the scheme is less than the original administrative sanction Rs.625.00 lakh but the share of the G.O.I is reduced from Rs.500.00 lakh to Rs.459.59 lakh due to not considering the statutory provisions i.e. VAT, Service Tax, Labour cess by the G.O.I. The Managing Director, APUFIDC vide reference 3<sup>rd</sup> read above, has informed that due to the deviations and inclusion of statutory provisions an amount of Rs.47.51 lakhs is additionally required and this amount is included in the Urban Local BodyB share as inadmissible component and the proposal of the Engineer-in-Chief(Public Health), Hyderabad may be considered.

5. In view of the above, the Engineer-in-Chief (PH), Hyderabad has requested to accord revised administrative Sanction for Rs.622.00 lakhs, with the following method of finance

G.O.I. Share	459.59	lakhs
State share	57.45	lakhs
ULB share (including in admissible amount of Rs.47.51 lakhs)	104.96	lakhs
Total project cost	622.00	lakhs

6. Government after careful examination, hereby accord revised Administrative Sanction for Bhodhan infrastructure project under Sub-Mission on IHSDP under Jawaharlal Nehru National Urban Renewal Mission (JNNURM) for a total amount of Rs.622.00 lakhs (Rupees Six Hundred Twenty Two Lakhs only) subject to re-examine the inclusion of Service Tax in view of clarification given by the Central Board of Service and Customs issued vide reference 2<sup>nd</sup> read above. The funding pattern among Central Government, State Government and ULB shall be as detailed below:

(Rs. in lakhs)

Sl. No.	Name of the Project/work	Total project Cost	GOI Share (80%)	State Share (10%)	ULB Share
1.	Infrastructure project sanctioned under IHSDP in Bhodhan Municipality	622.00	459.59	57.45	104.96 ((including in admissible amount of Rs.47.51 lakhs))
	<b>Total:</b>	<b>622.00</b>	<b>459.59</b>	<b>57.45</b>	<b>104.96</b>

7. The Engineer-in-Chief (Public Health), Hyderabad / The Managing Director, APUFIDC Ltd., Hyderabad shall take action accordingly.

9. This order issues with the concurrence of Finance Department vide their U.O No. 17244/250/A1/Expr.M&F/12, dated:10.7.2012.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

RAJIV RANJAN MISHRA  
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Engineer-in-Chief (Public Health), Hyderabad  
The Managing Director, APUFIDC Ltd., Hyderabad

Copy to:

The Finance (Expr. M&F) Department  
The O.S.D. to Hon,ble (MA)  
The P.S. to Principal Secretary (MA) to Government  
Sf/sc

//FORWARDED BY ORDER//

RESEARCH OFFICER